LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7629 NOTE PREPARED: Feb 17, 2003 **BILL NUMBER:** HB 1798 **BILL AMENDED:** Feb 13, 2003

SUBJECT: Storm water management.

FIRST AUTHOR: Rep. Bottorff BILL STATUS: As Passed - House

FIRST SPONSOR: Sen. Gard

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended) This bill allows a municipality to adopt an ordinance providing for the control of any or all of its storm water facilities by the board that controls the municipality's municipally owned utilities. If a municipality adopts such an ordinance, the municipality is not subject to certain procedures prescribed for the sharing of costs of repairing or replacing a combined storm water and sanitary sewer system.

The bill allows a county other than Marion County to establish a department of storm water management. (Current law provides that the department of public works acts as the department of storm water management in Marion County.)

This bill also provides that the drainage board of a county that has not adopted an ordinance to establish a department of storm water management may establish fees for services provided by the board to address issues of storm water quality and quantity. A person may not be required to map, screen, or otherwise monitor a storm water outfall if the pipe diameter of the storm water outfall is less than 24 inches. The bill makes conforming changes.

Effective Date: Upon passage.

Explanation of State Expenditures: There would be no impact to the state because the state would not be responsible for any additional property tax replacement.

Explanation of State Revenues:

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Explanation of Local Expenditures: (Revised) Counties that establish a department of storm water management would experience expenses related to the operation of the department. Counties would also have to pay travel expenses for members of the board of public works. The specific impact would depend on local action.

The reasonable cost and value of any service rendered to the county by the storm water system by furnishing storm water collection and disposal must be charged against all the territory in the county, except territory within a municipality, and paid for in monthly installments as the service accrues out of current revenues of the county generated to meet the county's necessary expenses. The impact of this provision would depend upon the needs of the individual county.

The bill allows a municipality to adopt an ordinance providing for the control of any or all of its storm water facilities by the board that controls the municipality's municipally owned utilities. If a municipality adopts such an ordinance, the municipality is not subject to certain procedures prescribed for the sharing of costs of repairing or replacing a combined storm water and sanitary sewer system. The impact of this provision would depend on local action.

Explanation of Local Revenues: (Revised) The bill allows a county other than Marion County to establish a department of storm water management. The county could establish a special taxing district for this purpose and generate revenue. The bill provides that the drainage board of a county that has not adopted an ordinance to establish a department of storm water management could assess and collect user fees from all the property of the storm water district for the operation and maintenance of the storm water system. The county could also levy a special benefits tax and issue bonds to finance storm water management operations, facilities, and equipment. The amount of revenue that would be generated by the proposal would depend on local action.

State Agencies Affected:

Local Agencies Affected: Counties and municipalities.

Information Sources:

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